

Message Text

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ACTION COM-04

INFO OCT-01 EUR-12 NEA-10 ISO-00 AID-05 CIAE-00
COME-00 EB-08 FRB-03 INR-07 NSAE-00 USIA-06
TRSE-00 XMB-02 OPIC-03 SP-02 LAB-04 SIL-01 OMB-01
NSC-05 SS-15 STR-04 CEA-01 /094 W
-----010658Z 090903 /22

R 311132Z MAR 77
FM AMCONSUL ALEXANDRIA
TO SECSTATE WASHDC 0691
INFO AMEMBASSY CAIRO
AMEMBASSY PARIS

LIMITED OFFICIAL USE ALEXANDRIA 0241

E.O. 11652: NA
TAGS: BEXP, EINV, EG
SUBJECT: INVESTMENT PROJECT APPROVALS

1. IN CONVERSATION YESTERDAY WITH DAVID SULLIVAN, PRESIDENT
DIRECTOR UNION CARBIDE, MIDDLE EAST, (UC), CONSULATE ECON/COMMERCIAL
OFFICER LEARNED THAT GOE INVESTMENT AUTHORITY HAD APPROVED UC'S
EGYPTIAN PROJECT LAST WEEKEND WITH ONLY FOLLOWING CHANGES OUT OF
25 POINT PROPOSAL:

A) UC'S REGISTRATION WOULD ONLY BE VALID FOR 25 YEARS INSTEAD
OF 50 YEARS AS HAD BEEN REQUESTED BY COMPANY.

B) WITH POSSIBLE 3 YEAR EXTENTION, COMPANY'S "TAX HOLIDAY"
WOULD ONLY BE 5 YEARS AS OPPOSED TO 8 YEARS AS REQUESTED BY
COMPANY AND;

C) UC WILL ONLY HAVE A 5 YEAR PERIOD-WITH POSSIBILITY OF A
FIVE YEAR EXTENTION-IN WHICH TO CHARGE 4 PERCENT OF GROSS
SALES FOR TECHNICAL SERVICES FEE INSTEAD OF 10 YEARS AS IT HAD
REQUESTED.

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2. SULLIVAN OBVIOUSLY WAS QUITE PLEASED WITH APPROVAL AND FELT
THAT U.C., NEW YORK WOULD EASILY CONCUR ON FIRST TWO ABOVE
MENTIONED CHANGES. HE EXPRESSED SOME CONCERN THOUGH ABOUT THEIR
LIKELY REACTION TO THIRD. HOWEVER, HE BELIEVES THAT NEW YORK
WILL GO ALONG AS LONG AS DECISION AS TO WHETHER OR NOT TO EXTEND
THE PERIOD REMAINS WITH UNION CARBIDE (EGYPT) AND NOT THE GOE.

HE IS NOW SEEKING CLARIFICATION ON THIS POINT FROM THE INVESTMENT
AUTHORITY.

3. SULLIVAN WAS FURTHER DELIGHTED WITH OTHER AMERICAN PROJECTS
(FORD, GOODYEAR, XEROX, ARIZONA CATTLE) HE MENTIONED AS HAVING
BEEN APPROVED AMONG THE 69 OR 70 APPROVED BY THE AUTHORITY ON
MARCH 27. LIKE THE CONSULATE GENERAL, HE HAD NOT BEEN AWARE OF
THE XEROX PROJECT AND WAS AMUSED BY THE EGYPTIAN SOLUTION TO THE
MICHELIN/GOODYEAR CONTEST BY HAVING APPROVED A PROJECT BY BOTH
OF THEM.
CHASE

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: FOREIGN INVESTMENTS, PROGRAMS (PROJECTS)
Control Number: n/a
Copy: SINGLE
Sent Date: 31-Mar-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977ALEXAN00241
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770111-0950
Format: TEL
From: ALEXANDRIA
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ISecure: 1
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Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: eb177db6-c288-dd11-92da-001cc4696bcc
Office: ACTION COM
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 19-Jan-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3078262
Secure: OPEN
Status: NATIVE
Subject: INVESTMENT PROJECT APPROVALS
TAGS: BEXP, EINV, EG
To: STATE
Type: TE
vdkgvwkey: odbcm://SAS/SAS.dbo.SAS_Docs/eb177db6-c288-dd11-92da-001cc4696bcc
Review Markings:
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